

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

November 27, 2019

Global Markets

Asian bourses ended higher today and major European equity markets opened in positive territory, on increased optimism that the US and China are close to sealing a preliminary trade deal. In spite of today's improved risk sentiment, USTs retained a positive tone favored by yesterday's poor US data. The CB consumer confidence index dropped in November for the fourth month in a row coming in at 125.5, while new home sales recorded an unexpected 0.7%MoM fall over the same month. In FX markets, the USD remained well supported, with the EUR/USD hovering around a recent multi-session trough of 1.1000 following a temporary spike close to 1.1100 late last week. Looking at today's calendar, focus is on US durable goods orders and US core PCE, both for October, while the Fed will release the Beige Book.

Greece

The Euroworking Group that convened yesterday gave the green light for the return of income earned on SMP/ANFA holdings of €767mn, but the final decision is expected to be taken at the 4 December Eurogroup. According to press, the Greek government requested that the use of this amount be changed from debt repayment to boosting investment. The EC and the ESM will reportedly examine the matter and potentially come up with appropriate proposals. Meanwhile, a new tax bill was submitted to Parliament yesterday foreseeing, among others, the reduction of personal income tax, corporate tax and dividend tax, fines to short-term lease property owners for withholding tax information and the amendment of the framework for the determination of real-estate values.

CESEE

Romania: The consolidated government budget deficit widened by 38.2% YoY in January-October 2019 to more than RON28.8bn. As a percentage of GDP, the consolidated government deficit climbed to 2.8% of GDP in January-October compared to 2.6% of GDP in January-September, exceeding the full-year target of the outgoing PSD-led government. The incoming PNL government has announced its intention to revise the full-year target upwards to 4.1-4.3% of GDP in 2019 and pledged to pursue fiscal consolidation below 3% in 2020. The budget execution registered a deterioration of almost RON 1.9bn (0.2% of GDP) on a monthly basis in October. Still, the latter was about half that of the same month in 2018, because of the political crisis at that time, which eventually resulted in the toppling of the previous cabinet.

Contributing Authors

Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr

Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr

Ioannis Gkionis
Senior Economist
igkionis@eurobank.gr

GLOBAL MARKETS
Stock markets

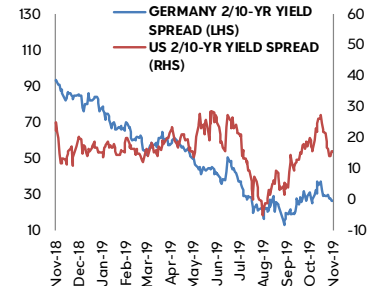
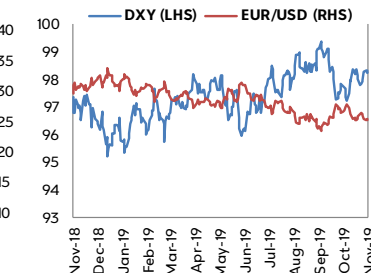
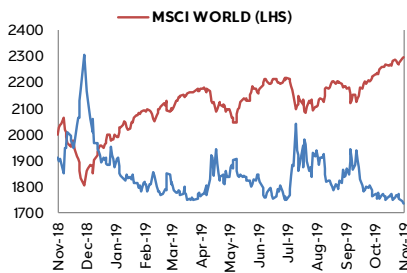
	Last	ΔD	ΔYTD
S&P 500	3140.52	0.22%	25.3%
Nikkei 225	23437.77	0.3%	17.1%
STOXX 600	409.01	0.1%	21.1%

FOREX

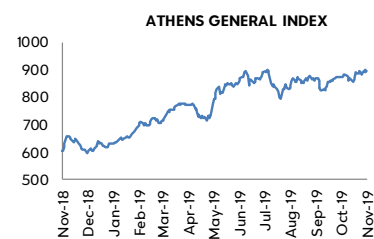
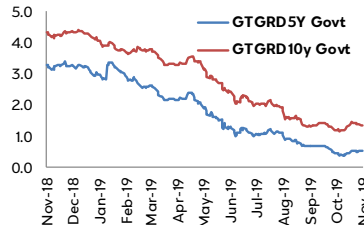
	Last	ΔD	ΔYTD
EUR/USD	1.1006	-0.1%	-4.0%
GBP/USD	1.2851	-0.1%	0.7%
USD/JPY	109.17	-0.1%	0.5%

Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.74	0	-94
Bund-10yr	-0.37	0	-62
JGB - 10yr	-0.11	-2	-11


GREECE
Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.53	0	-266
10Y Bond	1.37	0	-298
Δ(10YBund-10YGG)	1.74	0	-237


EMERGING MARKETS
Stock markets

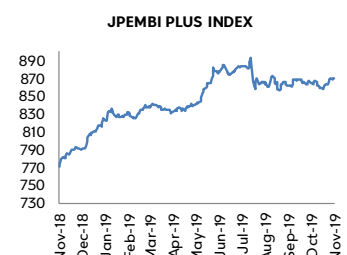
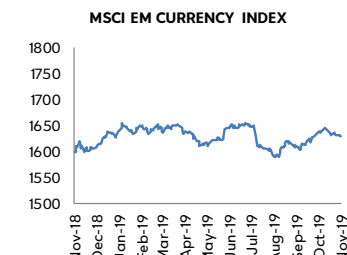
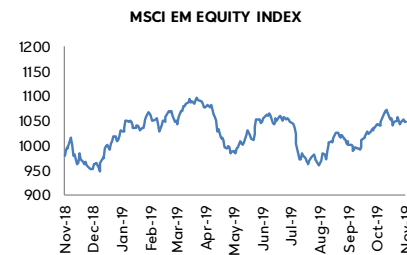
	Last	ΔD	ΔYTD
SOFIX	544.47	-0.2%	-8.4%
BELEX	764.38	-0.2%	35.3%
XU100	105711.30	-0.3%	1582.2%

FOREX

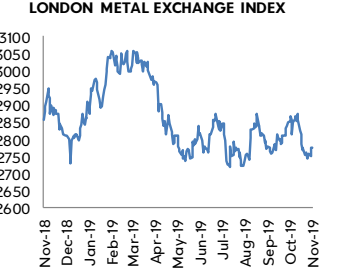
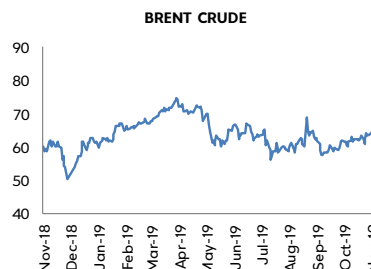
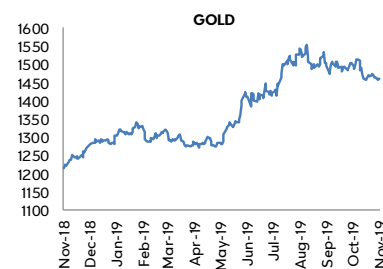
	Last	ΔD	ΔYTD
EUR/PLN	4.3091	-0.1%	-0.5%
EUR/RSD	117.604	-0.1%	0.6%
USD/TRY	5.7612	0.0%	-8.2%

Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.31	-2	-80
BG 8Y yield	0.14	0	-34
PL 10Y yield	1.99	1	-82


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1460	-0.1%	13.8%
BRENT CRUDE	64	0.1%	19.6%
LME	2775	0.8%	-0.9%



Research Team



Dr. Tasos Anastasatos | Group Chief Economist
tanastasatos@eurobank.gr | + 30 214 40 59 706



Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr
+ 30 210 37 18 793



Ioannis Gkionis
Senior Economist
igkionis@eurobank.gr
+ 30 214 40 59 707



Dr. Stylianos Gogos
Economic Analyst
sgogos@eurobank.gr
+ 30 210 37 18 733



Maria Kasola
Economic Analyst
mkasola@eurobank.gr
+ 30 210 33 18 708



Olga Kosma
Research Economist
okosma@eurobank.gr
+ 30 210 37 18 728



Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr
+ 30 210 37 18 991



Dr. Theodoros Stamatiou
Senior Economist
tstamatiou@eurobank.gr
+ 30 214 40 59 708



Elia Tsiampaou
Economic Analyst
etsiampaou@eurobank.gr
+ 30 214 40 59 712

Marisa Yiannisis | Administrator
magiannisi@eurobank.gr | + 30 210 33 71 178

More research available at: <https://www.eurobank.gr/en/group/economic-research>
Subscribe electronically at: <https://www.eurobank.gr/el/omilos/oikonomikes-analisesis...>
Follow us on twitter: https://twitter.com/Eurobank_Group
Follow us on LinkedIn: <https://www.linkedin.com/company/eurobank>

DISCLAIMER

This report has been issued by Eurobank Ergasias S.A. ("Eurobank") and may not be reproduced in any manner or provided to any other person. Each person that receives a copy by acceptance thereof represents and agrees that it will not distribute or provide it to any other person. This report is not an offer to buy or sell or a solicitation of an offer to buy or sell the securities mentioned herein. Eurobank and others associated with it may have positions in, and may effect transactions in securities of companies mentioned herein and may also perform or seek to perform investment banking services for those companies. The investments discussed in this report may be unsuitable for investors, depending on the specific investment objectives and financial position. The information contained herein is for informative purposes only and has been obtained from sources believed to be reliable but it has not been verified by Eurobank. The opinions expressed herein may not necessarily coincide with those of any member of Eurobank. No representation or warranty (express or implied) is made as to the accuracy, completeness, correctness, timeliness or fairness of the information or opinions herein, all of which are subject to change without notice. No responsibility or liability whatsoever or howsoever arising is accepted in relation to the contents hereof by Eurobank or any of its directors, officers or employees. Any articles, studies, comments etc. reflect solely the views of their author. Any unsigned notes are deemed to have been produced by the editorial team. Any articles, studies, comments etc. that are signed by members of the editorial team express the personal views of their author.

